

Strategy Overview

The Fund investments is subject to regulatory guidelines and limits as set by the National Pension Commission (PENCOM), and can be allocated as follows:-

• Govt. Securities

i. Fed Govt. (Including FGN Eurobonds) (80%)

ii. State/ Local Govt.(20%) -Guaranteed/ ISPO

iii.State/ Local Govt.(3%) - Not Guaranteed

• Corporate Bond/Debt (35%)

• Supra-national Bonds (20%)

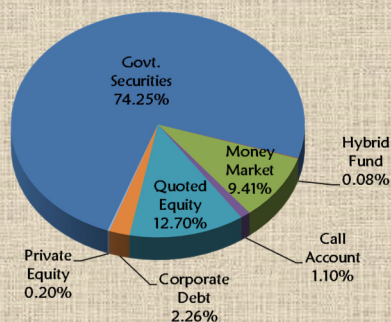
• Infrastructural Funds (5%)

• Money Market Instruments (35%)

• Ordinary Share (including GDRs) (25%)

• Private Equity (5%)

CURRENT ASSET ALLOCATION



Industry and Regulatory Update

- The total value of pension industry assets under the Contributory Pension Scheme (CPS) as at Nov 30, 2015 has risen to approximately 5.220 trillion.
- The National Pension Commission (PenCom) has released the Draft Guideline on Withdrawal from RSA towards Equity Contribution for Payment of Residential Mortgage.
- The new Pension Reform Law 2014 has made it compulsory for State and Local Governments to adopt the CPS for the benefit of their employees.
- PenCom has reiterated on the right of Public and Private sector employees to Life Insurance Policy taken on their behalf by their employers while also directing the employers to provide evidence of compliance with the policy.
- The amended pension reform act 2014 has reviewed the minimum contributions upward to 18% from 15% such that employer and employee contributions are now 10% and 8% respectively. Also, it has expanded the contribution base by stipulating a new minimum of 3 rather than 5 employees for employers to enroll in the scheme.
- NSITF-All individuals who had worked in organizations that contributed to the defunct NPF/NSITF schemes should contact us at info@crusaderpensions.com or 01-2713800-4 for further information on the transfer of their NSITF contributions.
- Contributors with changes in personal and employment details should contact us at the above address or through our website: www.crusaderpensions.com.

Launch	114-mth	115-mth	116-mth	117-mth	118-mth	119-mth	120-mth	
Jul-06	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16	June-16	Cumula-
Unit Price N1.00	N2.84	N2.82	N2.83	N2.86	N2.90	N2.98	N3.02	***
% Return	184%	182%	183%	186%	190%	198%	201%	201%

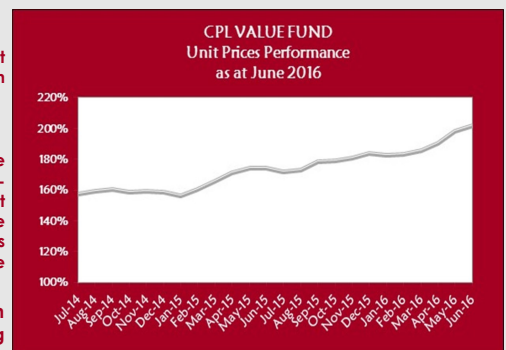
Investment Objective

Maximizing total returns by investing in securities and instruments that would deliver long term capital appreciation and income growth without compromising the safety of the funds.

CPL VALUE FUND

CPL Value Fund closed June 30, 2016 with a unit price of N3.0153. The Fund assets, invested within regulatory limits, were allocated to Government Securities (74.25%), Corporate Debt (2.26%), Money Market (9.41%), Quoted Equities (12.70%), Hybrid Fund/ REITs (0.08%), Private Equities (0.20%) and Call Account (1.10%). The graph shown in this report represents the performance of the Fund from July 2014 to June 2016.

We are pleased to inform you that we have returned 201% on Funds under our management till date and we remain among the industry leader in terms of return on investment.



Market Overview

Macroeconomic Indicators

- Real GDP declined by 0.36% in Q1, 2016 as against the growth of 2.11% in Q4, 2015.
- At the interbank market, the Naira closed at N282.50/USD in June 2016 as against N199.05/USD in May 2016. The parallel market rate however, weakened to N352/\$ in June 2016 from N350/\$ in May 2016.
- The foreign reserves dropped further to USD26.36bn in June 2016 from USD26.39bn in May 2016.
- Brent crude price declined slightly to USD49.71pb in June 2016 from USD50.29pb in May 2016.
- The MPR was remained at 12% while the CRR was also left unchanged at 22.5%.
- Inflation (YoY) for May 2016 increased to 15.60% from 13.70% in April 2016.

Government Securities

- The Auction of 15.54% FGN Feb 2020 (5-year) re-opening, 12.50% FGN Jan 2026 (10-year) re-opening and 12.40% FGN Mar 2036 (20-year) re-opening, took place during the month of June 2016 and successful bids were allotted at higher rate of 14.20%, 14.40%, and 134.98% respectively.

Money Market

- The average market rates for June 2016 closed higher than in May 2016 due to system liquidity that was largely moderated through banks provision for FX.
- The OBB and the O/N rates for June 2016 closed higher at 4.42% and 4.83% respectively as against 3.00% and 3.50% respectively in May 2016.
- The NIBOR rates for 30, 90 and 180 days also closed higher at 11.46%, 14.12% and 16.13% respectively in June 2016 as against 9.36%, 11.65% and 13.13% respectively in May 2016.

Stock Market

- The Nigerian Stock Exchange All-Share Index (ASI) which opened the month at 27,663.16 closed higher at 29,597.79 in June 2016. The ASI increased by 6.99% compared to an increase of 10.38% in May 2016. It also, recorded a cumulative YTD growth of 3.34%.
- The monthly traded volume decrease by 11.58% while traded value increased by 39.33% respectively as against the decrease of 23.96% and an increase of 67.03% respectively in the preceding month of May 2016.
- The market capitalization of all listed equities increased by 7.00% at the end of June 2016 to close at 10.165trillion compared to 9.500trillion at the end of May 2016.
- Building sub-sector retained its position as the most capitalized in the market at the end of June 2016.

Market News

- With the release of guidelines on interbank FX market by the CBN, the flexible FX market opened with introduction of new products and appointment of Foreign Exchange Primary Dealers (FXPDs).
- Fitch downgraded the Nation's long term IDR to B+ from BB- but with a stable outlook.
- FGN agrees on ceasefire with the Niger Delta militant but that was shortly followed by breach as vandalization continues.
- The MSCI has proposed a stand-alone classification for Nigeria equities pending its year end general review.
- The inflation figure closed at 15.60 percent increasing for the fourth consecutive months and highest since Feb 2010.
- The World Bank also cut the growth forecast of Nigeria for 2016 to 0.8 percent from 4.6 percent previously.

Outlook for next month.

- We expect market rates that will largely be determined by the system liquidity which will largely also depend on the extent of FX market liquidity. We shall continue to monitor the market and also, invest in the short to medium term as market opportunity arises.
- We still expect an active but volatile equities market in view of the on-going flexible FX regime and risk appetite of off-shore investors. We shall continue to monitor the market for stocks with strong fundamentals, good corporate governance and high returns.
- We expect a mixed but cautious government securities market in view of expected higher June inflation figure. We also expect liquidity pattern to have large influence on the market. We shall continue to track the market closely to take advantage of good yields in the market.